

SECRET

24 MAY 1968

MEMORANDUM FOR: Chief, Audit Staff

THROUGH : Deputy Director of Support

SUBJECT : Report of Audit of Project 25X1A  
1 January 1967 - 31 December 1967

REFERENCE : Memo dtd 30 Apr 68 to D/L, D/F fr C/AS,  
same subject

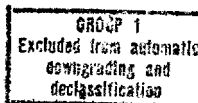
1. This report is intended as an interim accounting, only, of the actions required by subject audit report.

2. An initial discussion has been held with representatives of the Office of Finance to determine a joint course of action with respect to the two recommendations made in paragraph 4 of this audit report. It is the initial belief of the Chief, Proprietary Systems & Accounts Division, Office of Finance that no effort should be taken to amend the 25X1A administrative plan. He does feel, however, that internal procedures can, and should, be established for better control of the accounting for all 25X1C contracts and grants entered into through the mechanism of 25X1A. The results of our dialogue with the Office of Finance will be included in our final report.

3. Paragraph 5 of the audit report includes a listing of unrecorded progress payments and grants totaling 25X1A. This figure is applicable as of 31 December 1967. Since that time we have made a concentrated effort to update all of our contracts and grants; an effort which we believe has been successful as indicated by the fact that accountings have either been made, or are in the process of being made, covering contracts

OL 8 3176-A

SECRET



~~SECRET~~

SUBJECT: Report of Audit of Project 25X1A  
1 January 1967 - 31 December 1967

and grants representing a dollar value in excess of 25X1A we will  
continue to stress this area of our operation and are hopeful that our  
final report will reflect completion of this effort.

Signed: George E. Meloon  
George E. Meloon  
Director of Logistics

cc: DD/S (2)  
D/F (1)

Distribution:

- Orig & 1 - Addressee
- ✓ - OL Files, w/ref
- 1 - OL/PD, w/ref
- 1 - OL/PD/CPB (Official),  
w/ref
- 1 - OL/PD/CPB Chrono w/o ref
- 1 - D/L Chrono, w/ref

OL/PD/CPB: 25X1A  
:ph/2727 (22 May 68)

~~SECRET~~

<b>TRANSMITTAL SLIP</b>		DATE
TO: OL Files		
ROOM NO.	BUILDING	
REMARKS:		
FROM: D/L		
ROOM NO.	BUILDING	EXTENSION
1206	Ames	

FORM NO. 241  
1 FEB 55

REPLACES FORM 36-8  
WHICH MAY BE USED.

☆ GPO : 1957—O—439445 (47)